

Martha G. Bronitsky, #127583
Chapter 13 Standing Trustee
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Trustee for Debtor(s)

**THE UNITED STATES BANKRUPTCY COURT
NORTHERN DISTRICT OF CALIFORNIA
OAKLAND DIVISION**

In re

Linda Kay Aragon

Debtor

Chapter 13 Case No. 16-42372-RLE13

Chapter 13 Trustee's Objection to
Confirmation of Chapter 13 Plan and
Motion to Dismiss Chapter 13 Case

Plan Objection Information

Trustee Objects To: 09/07/2016

Dated:

Filed: September 08, 2016

Docket#: 20

Motion To Dismiss Information

Trustee Seeks To Dismiss the Case

Trustee Does Not Seek to Dismiss the Case

(See II. Motion To Dismiss Below)

Case Information

Petition Filed: August 23, 2016

Attorney Name: ROBERT BORRIS JR ESQ

I. Objection

Martha G. Bronitsky, Chapter 13 Trustee in the above referenced matter, opposes confirmation of the Chapter 13 Plan on the following grounds:

(A.) Chapter 13 Plan 11 U.S.C. 1322, 1324, 1325 and 1326

(1) The plan fails to provide for submission of all or such portion of future earnings or other future income to the supervision and control of the Trustee as is necessary for execution of the plan. [11 U.S.C. §1322(a)]

Facts: Section 1.01 a fails to list a plan payment or term. Section 1.01c is missing the plan term. Pursuant to the Means Test the plan term must be 60 months.

(2) The plan fails to provide for the full payment, in deferred cash payments, of all claims entitled to priority under 507 of this title [11 U.S.C. §1322(a)]

Facts: The IRS is listed in Section 2.10 but there is no claim amount. Without a claim amount the Trustee cannot determine feasibility.

(3) The plan fails to provide for the same treatment of claims classified within a particular class. [11 U.S.C. §1322(a)]

Facts:

(4) The plan unfairly discriminates between a class or classes of unsecured claims. [11 U.S.C. §1322(b)]

Facts:

(5) The plan impermissibly modifies the claim of the creditor secured only by a security interest in real property that is the Debtor's principal residence. [11 U.S.C. §1322(b)]

Facts:

(6) The plan fails to provide for the value, as of the effective date of the plan, of property to be distributed under the plan on account of each allowed unsecured claim is at least the amount that would be paid on such claim if the estate of the Debtor was liquidated under Chapter 7 of this title on such date. [11 U.S.C. §1325(a)(4)]

Facts:

(7) The Plan is not feasible. The Debtor will not be able to make all payments under the plan and comply with the plan. [11 U.S.C. §1325(a)(6)]

Facts: Schedule J shows negative net income.

(8) The Debtor has not paid all domestic support obligation as required by 11 U.S.C. §1325(a)(8).

Facts:

(9) The Debtor(s) have not filed all applicable tax returns required by 11 U.S.C. §1325(a)(9)

Facts:

(10) The plan does not provide for the payment of equal monthly amounts to allowed secured claims. [11 U.S.C. §1325(a)(B)(ii)(I)]

Facts: Section 2.04 the Wells Fargo arrearage claim must list a fixed monthly payment and a start date for distribution in a month/year format.

(11) The plan has not been proposed in good faith [11 U.S.C. 1325(a)(3)] and/or the action of the Debtor in filing the petition was in bad faith. [11 U.S.C. §1325 (a)(7)]

Facts: The debtor has failed to list the prior case number 10-43913 on the petition. The filing of the plan is in bad faith as it does not propose a plan payment, term, distribution to unsecured creditors, claims for priority creditors or distributions to the Wells Fargo claims. The debtor's income is such that no plan payments can be proposed or paid.

(12) The plan provides for payments to creditors for a period longer than five (5) years [11 U.S.C. §1322(d)]

Facts:

(13) With respect to each allowed secured claim provided for by the plan, the plan fails to provide for the value, as of the effective date of the plan, of property to be distributed under the plan on account of each allowed amount of such claim. [11 U.S.C. § 1325(a)(5)(B)(ii)]

Facts:

(14) Other: Failure to Complete Section 2.12

Facts: Due to the DMI the plan must propose a fixed 100% distribution to the general unsecured creditors. This section is blank.

(B) 11 U.S.C. 1325 (b)(1) Disposable Income
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(15) The plan does not provide for all of the Debtor's projected disposable income ("DMI") to be applied to unsecured creditors under the plan.

Facts:

(C) Local Rules

(16) Debtor failed to file, serve and set a motion to value collateral or failed to obtain the motion to value order.

Facts:

(17) Debtor failed to utilize the standard form Chapter 13 Plan effective 08/01/2013.

Facts:

(18) The plan provides for the payments of fees in excess of the fixed compensation allowed by the Oakland Division Fee Guidelines.

Facts:

(19) Other

Facts:

II. Motion to Dismiss Chapter 13 Case

The Trustee seeks dismissal of the Chapter 13 Petition on the following grounds:

(1) Payments to the Trustee are not current under the Debtor(s) proposed plan. [11 U.S.C. § 1307(c)(1), (4) and/or (c) (6)]

Facts:

(2) Unreasonable delay by the Debtor that is prejudicial to creditors. [11 U.S.C. § 1307(c)(1)]

Facts:

(3) Failure to file or provide documents to the Trustee as required by 11 U.C.S. § 521(a)(1), (3), or (4). [11 U.S.C. § 1307 (c); 11 U.S.C. 521]

Facts:

(4) Cause: Failure to file tax return .

Facts:

(5) Failure to confirm a Chapter 13 Plan. 11 U.S.C. § [1307(c)(1), (3)]

Facts:

(6) Other: Failure to Propose a Confirmable Plan

Facts: The debtor has filed a plan with no plan payment, no term, no distribution to creditors. The debtor has excess income that is negative and has no ability to support a Chapter 13 Plan.

Other Documents Filed Concurrently Herewith

Other:

III. Trustee's Recommendation/Analysis

The current plan is not confirmable and an amended plan will be required to be filed.

A briefing schedule should be set and the parties should file a statement of disputed and undisputed facts.

No confirmable plan can be filed based on the facts of this case.

Other:

WHEREFORE, the Trustee requests:

That the Trustee's objection to confirmation of the plan be sustained.

That the Trustee's objection to confirmation of the plan be sustained and a bar date to achieve confirmation be set.

That the Debtor's case be dismissed.

Such other and further relief as the court deems proper.

Date: 9/26/2016

/s/ Trustee Martha G. Bronitsky
Trustee Martha G. Bronitsky
Chapter 13 Trustee

Certificate of Service

I HEREBY CERTIFY that I have served a copy of the within and foregoing document on the Debtor, Counsel for Debtor, and if applicable, the Creditor, Creditor representatives and the registered agent for the Creditor by depositing it in the United States Mail with First Class postage attached thereto.

I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct.

Date: September 26, 2016

/s/ Lydia Santiago

Lydia Santiago

Linda Kay Aragon
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San Ramon, CA 94583

Robert Borris Jr Esq
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Hayward, CA 94541-2927

Debtor

(Counsel for Debtor)